

Strong Recovery in 2022; Future Growth Expected to be Driven by Diversification Strategy

- **2022 Revenue up 121% to RM3.2 billion; Profit Before Tax up 152% to RM154.3 million**
- **LRT3 Project achieved 81% physical construction progress**
- **Stronger Property Sales of RM487.9 million; Unbilled Property Sales of RM536.5 million**
- **Construction Tender book worth RM30 billion**
- **Diversification into New Markets in Malaysia and Australia & New Zealand Progressing Well**

KUALA LUMPUR, 20 FEBRUARY 2023 – Malaysian Resources Corporation Berhad (MRCB or the Group) recorded Revenue of RM3.2 billion and a Profit Before Tax of RM154.3 million for the Financial Year ended 31 December 2022, compared to a Revenue of RM1.4 billion and a Profit Before Tax of RM61.3 million in 2021. The strong recovery in performance was mainly due to more normalised operations after two years of COVID-19 related disruptions, which resulted in increased revenue and profit recognition from construction progress and a recovery in property sales.

The Property Development & Investment Division recorded an 84% increase in Revenue to RM914.6 million and a 15% increase in Operating Profit to RM176.7 million in 2022. This was due to much better operating conditions compared to 2021, which was severely impacted by construction site closures that impeded construction progress and revenue recognition. There was also a strong recovery in sales of completed unsold inventory as well as units from on-going property development projects under construction as the economy re-opened and began to normalise. The main contributors were the Division's two largest property development projects, Sentral Suites and TRIA 9 Seputeh, which reached construction progress of 89% and 88% respectively. The Division sold RM487.9 million worth of properties in 2022 and had unbilled property sales of RM536.5 million as at 31 December 2022. The Group's 27.94% equity owned Sentral REIT and 41% equity owned Sentral REIT Management Sdn Bhd, contributed a combined profit after tax of RM14.9 million.

The Engineering, Construction & Environment Division recorded a 147% increase in Revenue to RM2.2 billion largely contributed by the RM11.4 billion LRT3 project, which achieved physical construction progress of 81% and financial progress of 75% as at 31 December 2022. Revenue was also contributed from the SUKE Package CA2 and the PR1MA Brickfields construction projects. The Division recorded an Operating Profit of RM69.9 million in 2022 against an Operating Loss of RM40.7 million in 2021. The Division also saw the successful completion of two major infrastructure projects during the year, namely the Mass Rapid Transit 2 Package V210 and Damansara-Shah Alam Elevated Highway Package CB2 projects. The Division's long-term external client order book was RM26.3 billion as at 31 December 2022, while the unbilled portion was RM17.4 billion.

The Group made solid progress in its strategy to diversify its business into new markets and expand overseas in 2022, and has a healthy pipeline of long-term projects. These include the 6-phase 810.57-acre Ipoh Raya integrated industrial park in Perak; as well as a development project in Gold Coast, Australia (GDV: AUD391 million), which is targeted for launch in 2023; and New Zealand (GDV: NZD589 million), which will begin in 2024. The Group also had a Malaysian construction tender book of RM30 billion as at 31 December 2022.

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About MRCB

MRCB is a leading urban property and construction company, which has been listed on the Main Board of Bursa Malaysia since 1971.

The Group's activities span three areas: Property Development & Investment; Engineering, Construction & Environment and Facilities Management & Parking.

As the developer of the iconic RM18 billion KL Sentral CBD, MRCB pioneered Transit Oriented Development (TOD) in Malaysia and is setting the standard for future fully integrated TOD projects. MRCB's property development revenues are underpinned by its 1,153-acre urban land bank which has an estimated GDV of RM33 billion. Its property investment activity is conducted through its 27.94% equity stake in MRCB-Quill REIT.

Apart from constructing world class commercial and residential developments, MRCB's Engineering, Construction & Environment Division also has an enviable track record in highways, rail infrastructure, high voltage power transmission projects and the rehabilitation of rivers and coastal areas. The division currently has an external tender book of RM30 billion.

MRCB's largest shareholder is the Employees Provident Fund.

Visit www.mrcb.com for more information.

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